

## STATE OF NEVADA

Department of Conservation & Natural Resources

Jim Gibbons, Governor Allen Biaggi, Director

DIVISION OF ENVIRONMENTAL PROTECTION

Leo M. Drozdoff, P.E., Administrator

## NOTICE OF PROPOSED ACTION PUBLIC NOTICE

The Administrator, Division of Environmental Protection, Department of Conservation and Natural Resources, Carson City, Nevada is issuing the following Notice of Proposed Action under the authority of the Nevada Revised Statutes, the Nevada Administrative Code, and the Safe Drinking Water Act.

The Administrator has received a major modification and renewal application for an Underground Injection Control (UIC) permit, which has been drafted for public comment. Permit #UNEV89006T07 and #UNEV89006 have been applied for by the following applicants:

Grant Canyon Oil and Gas, LLC 1801 Broadway, Suite 350 Denver, CO 80202

The applicants have submitted a major modification and a renewal application for UIC permit #UNEV89006 to inject fluids associated with conventional oil production into well #1 located in Section 21, T7N, R57E, and to add injection of ambient air to provide for enhanced oil recovery into well #3, located in Section 16, T7S, R57E, both in Nye County, Nevada. The applicant is required to monitor injection pressure and rate. Additionally, the applicant is required to conduct periodic mechanical integrity tests of the wells and to submit chemical analysis of the liquid injectate to demonstrate that degradation of the receiving formation will not occur. The injection zone has been characterized as a hydrocarbon producing zone. Injection pressure will not exceed that allowable per regulation.

On the basis of preliminary review of the requirements of the Nevada Revised Statutes, the Nevada Administrative Code, the Safe Drinking Water Act, and implementing regulations, the Administrator has issued temporary permit #UNEV89006T07 and proposes to reissue UIC permit #UNEV89006. Both permits are for injection into well #1 and #3 as described above; the temporary permit #UNEV89006T07 will expire once UNEV89006 is reissued.

Persons wishing to comment on or object to the proposed determinations by the Administrator regarding permit issuance or to request a hearing pursuant to Nevada Administrative Code, Water Pollution Control, should submit their comments in writing by April 30<sup>th</sup>, 2007 either in person or by mail to:

Attn: Birgit Widegren
Nevada Division of Environmental Protection
Bureau of Water Pollution Control
901 South Stewart Street; Suite 4001
Carson City, NV 89701
bwidegren@ndep.nv.gov

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All comments or objections received within thirty days of newspaper publication will be considered in the formulation of final determinations regarding the application. If written comments indicate a significant degree of public interest in the proposed permit, the Administrator shall hold a public hearing. A public notice of such hearing will be issued not less than thirty days prior to the hearing date.

The application, draft permit, comments received, and other information are on file and may be copied at the office of the Division of Environmental Protection, or copies may be obtained by writing to the above address or by calling Birgit Widegren of the Bureau of Water Pollution Control at (775) 687-9550.

Please bring the foregoing notice to the attention of all persons whom you know would be interested in this matter.